



HEALTH QUARTERLY STATEMENT

As of March 31, 2012

of the Condition and Affairs of the

BLUE CROSS BLUE SHIELD OF MONTANA

NAIC Group Code.....

(Current Period) (Prior Period)

NAIC Company Code..... 53686

Employer's ID Number..... 81-0216685

Organized under the Laws of Montana

State of Domicile or Port of Entry Montana

Country of Domicile US

Licensed as Business Type Other

Is HMO Federally Qualified? Yes [] No [X]

Incorporated/Organized..... January 25, 1946

Commenced Business..... January 25, 1946

Statutory Home Office

560 NORTH PARK AVE..... HELENA MT 59601

(Street and Number) (City or Town, State and Zip Code)

Main Administrative Office

404 FULLER AVE..... HELENA MT 59601

(Street and Number) (City or Town, State and Zip Code)

406-437-5000

(Area Code) (Telephone Number)

Mail Address

PO BOX 4309..... HELENA MT 59604

(Street and Number or P. O. Box) (City or Town, State and Zip Code)

Primary Location of Books and Records

404 FULLER AVE..... HELENA MT 59601

(Street and Number) (City or Town, State and Zip Code)

406-437-5700

(Area Code) (Telephone Number)

Internet Web Site Address

www.bcbsmt.com

Statutory Statement Contact

Cyndee A Moe

(Name)

Cyndee_Moe@bcbsmt.com

(E-Mail Address)

406-437-5751

(Area Code) (Telephone Number) (Extension)

406-442-6941

(Fax Number)

OFFICERS

Name
1. MICHAEL EUGENE FRANK
3. FRED CARTER OLSON M.D.

Title
President & CEO
EVP Internal Operations & Chief
Medical Officer

Name
2. MARK ANDREW BURZYNSKI
4.

Title
Treasurer & CFO

OTHER

MARY ELLEN BELCHER

Corporate Secretary & General
Counsel

PATRICK WING HONG LAW

Chief Information Officer

LINDA MELANIE GANNO

Chief Operations Officer

DEBRA MARIE THOMPSON

Senior Director Corporate Affairs
and Compliance Officer

DIRECTORS OR TRUSTEES

LANE WILLIAM BASSO
LARRY DEANE GIANCHETTA
PAUL FRANCIS GRMOLJEZ M.D.
JEFFREY DALE FEE #

TERRY BYRON COSGROVE
CHASE TYLER HIBBARD
LARRY ALAN VIANO

DEAN EDWARD FOLKVORD
JERRY EDWARD LUSK
RANDALL J OLSON M.D.

NORA CHESTNUTT GERRITY M.D.
MICHAEL EUGENE FRANK
FAYE HANSON WARREN

State of..... Montana
County of..... Lewis and Clark

The officers of this reporting entity being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC *Annual Statement Instructions* and *Accounting Practices and Procedures* manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.

(Signature)
MICHAEL EUGENE FRANK
1. (Printed Name)
President & CEO
(Title)

(Signature)
MARK ANDREW BURZYNSKI
2. (Printed Name)
Treasurer & CFO
(Title)

(Signature)
FRED CARTER OLSON M.D.
3. (Printed Name)
EVP Internal Operations & Chief Medical Officer
(Title)

Subscribed and sworn to before me

This _____ day of _____

a. Is this an original filing?

Yes [X] No []

b. If no: 1. State the amendment number

2. Date filed

3. Number of pages attached

ASSETS

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols 1 - 2)	
1. Bonds	76,494,344		76,494,344	74,164,435
2. Stocks:				
2.1 Preferred stocks			0	
2.2 Common stocks	108,959,423	1,512,336	107,447,087	102,420,200
3. Mortgage loans on real estate:				
3.1 First liens			0	
3.2 Other than first liens			0	
4. Real estate:				
4.1 Properties occupied by the company (less \$ 0 encumbrances)	6,014,207		6,014,207	6,649,952
4.2 Properties held for the production of income (less \$ 0 encumbrances)	3,386,376		3,386,376	3,426,538
4.3 Properties held for sale (less \$ 0 encumbrances)	492,181		492,181	
5. Cash (\$ 1,560,940), cash equivalents (\$ 0) and short-term investments (\$ 12,901,666)	14,462,806		14,462,806	11,074,624
6. Contract loans (including \$ 0 premium notes)			0	
7. Derivatives			0	
8. Other invested assets	15,141,886		15,141,886	15,090,615
9. Receivables for securities			0	
10. Securities lending reinvested collateral assets			0	
11. Aggregate write-ins for invested assets	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11)	224,951,224	1,512,336	223,438,888	212,826,363
13. Title plants less \$ 0 charged off (for Title Insurers only)			0	
14. Investment income due and accrued	985,167		985,167	898,429
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	18,254,007	124,927	18,139,080	17,026,996
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ 0 earned but unbilled premiums)			0	
15.3 Accrued retrospective premiums	80,769		80,769	65,257
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	250,434		250,434	714,509
16.2 Funds held by or deposited with reinsured companies			0	
16.3 Other amounts receivable under reinsurance contracts	408,134	408,134	0	153,992
17. Amounts receivable relating to uninsured plans	9,328,736	82,591	9,246,145	12,791,802
18.1 Current federal and foreign income tax recoverable and interest thereon	4,096,774		4,096,774	3,380,480
18.2 Net deferred tax asset	6,380,787	3,391,564	2,989,223	2,989,223
19. Guaranty funds receivable or on deposit			0	
20. Electronic data processing equipment and software	8,251,076	7,522,366	728,709	788,193
21. Furniture and equipment, including health care delivery assets (\$ C)	1,930,530	1,930,530	0	
22. Net adjustment in assets and liabilities due to foreign exchange rates			0	
23. Receivables from parent, subsidiaries and affiliates	330,313		330,313	381,166
24. Health care (\$ 7,049,012) and other amounts receivable	10,760,991	1,099,334	9,661,657	9,277,169
25. Aggregate write-ins for other than invested assets	56,621,132	41,643,677	14,977,455	14,680,586
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 through 25)	342,640,073	57,715,458	284,924,615	275,974,175
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			0	
28. Total (Lines 26 and 27)	342,640,073	57,715,458	284,924,615	275,974,175

DETAILS OF WRITE-INS

1101			0	
1102			0	
1103			0	
1198. Summary of remaining write-ins for Line 11 from overflow page	0	0	0	0
1199. Totals (Lines 1101 thru 1103 plus 1198) (Line 11 above)	0	0	0	0
2501. Prepaid Expenses	15,859,038	15,859,038	0	
2502. Intangible Pension Assets	436,873	436,873	0	
2503. Cash Surrender Value of Life Insurance Contracts	14,952,455		14,952,455	14,655,586
2598. Summary of remaining write-ins for Line 25 from overflow page	25,372,765	25,347,765	25,000	25,000
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above)	56,621,132	41,643,677	14,977,455	14,680,586

LIABILITIES, CAPITAL AND SURPLUS

	Current Period			Prior Year
	1 Covered	2 Uncovered	3 Total	4 Total
1. Claims unpaid (less \$ 0 reinsurance ceded)	56,439,561		56,439,561	59,982,665
2. Accrued medical incentive pool and bonus amounts			0	
3. Unpaid claims adjustment expenses	1,728,800		1,728,800	1,728,800
4. Aggregate health policy reserves, including the liability of \$ 0 for medical loss ratio rebate per the Public Health Service Act	1,445,611		1,445,611	1,916,553
5. Aggregate life policy reserves			0	
6. Property/casualty unearned premium reserve			0	
7. Aggregate health claim reserves	5,520,000		5,520,000	
8. Premiums received in advance	18,806,752		18,806,752	14,247,409
9. General expenses due or accrued	50,539,618		50,539,618	56,146,833
10.1 Current federal and foreign income tax payable and interest thereon (including \$ 0 on realized gains (losses))			0	
10.2 Net deferred tax liability			0	
11. Ceded reinsurance premiums payable	422,057		422,057	753,614
12. Amounts withheld or retained for the account of others	741,103		741,103	
13. Remittances and items not allocated	6,774,282		6,774,282	3,901,502
14. Borrowed money (including \$ 0 current) and interest thereon \$ 0 (including \$ 0 current)			0	
15. Amounts due to parent, subsidiaries and affiliates	649,136		649,136	535,665
16. Derivatives			0	
17. Payable for securities			0	
18. Payable for securities lending			0	
19. Funds held under reinsurance treaties with (\$ 0 authorized reinsurers and \$ 0 unauthorized reinsurers)			0	
20. Reinsurance in unauthorized companies			0	
21. Net adjustments in assets and liabilities due to foreign exchange rates			0	
22. Liability for amounts held under uninsured plans	1,054,848		1,054,848	1,104,942
23. Aggregate write-ins for other liabilities (including \$ 0 current)	25,910,423	0	25,910,423	4,870,000
24. Total liabilities (Lines 1 to 23)	170,032,193	0	170,032,193	145,197,984
25. Aggregate write-ins for special surplus funds	XXX	XXX	0	0
26. Common capital stock	XXX	XXX		
27. Preferred capital stock	XXX	XXX		
28. Gross paid in and contributed surplus	XXX	XXX		
29. Surplus notes	XXX	XXX		
30. Aggregate write-ins for other than special surplus funds	XXX	XXX	0	0
31. Unassigned funds (surplus)	XXX	XXX	114,892,422	130,776,185
32. Less treasury stock, at cost				
32.1 0 000 shares common (value included in Line 26 \$ 0)	XXX	XXX		
32.2 0 000 shares preferred (value included in Line 27 \$ 0)	XXX	XXX		
33. Total capital and surplus (Lines 25 to 31 minus Line 32)	XXX	XXX	114,892,422	130,776,185
34. Total liabilities, capital and surplus (Lines 24 and 33)	XXX	XXX	284,924,615	275,974,169

DETAILS OF WRITE-INS

2301. PROVISION FOR LOSS CONTINGENCIES	4,870,000		4,870,000	4,870,000
2302. NOTES PAYABLE			0	
2303. ABANDONED PROPERTY UNCASHED CHECKS	423		423	
2398. Summary of remaining write-ins for Line 23 from overflow page	21,040,000	0	21,040,000	0
2399. Totals (Lines 2301 thru 2303 plus 2398) (Line 23 above)	25,910,423	0	25,910,423	4,870,000
2501.				
2502.				
2503.				
2598. Summary of remaining write-ins for Line 25 from overflow page	XXX	XXX	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above)	XXX	XXX	0	0
3001.				
3002.				
3003.				
3098. Summary of remaining write-ins for Line 30 from overflow page	XXX	XXX	0	0
3099. Totals (Lines 3001 thru 3003 plus 3098) (Line 30 above)	XXX	XXX	0	0

Statement as of March 31, 2012 of the **BLUE CROSS BLUE SHIELD OF MONTANA**
Overflow Page for Write-Ins

Additional Write-Ins for Assets:

	Current Statement Data			4 December 31, Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
2504. Employee Advances and Automobiles	91,786	91,786	0	
2505. Notes Receivable	51,813	51,813	(0)	
2506. Other Misc Assets	25,000		25,000	25,000
2507. Intangible Assets	25,204,167	25,204,167	0	
2597. Summary of remaining write-ins for Line 25	25,372,765	25,347,765	25,000	25,000

Additional Write-Ins for Liabilities:

	Current Period			Prior Year
	1 Covered	2 Uncovered	3 Total	4 Total
2304. INTANGIBLE LIABILITY	21,040,000		21,040,000	
2397. Summary of remaining write-ins for Line 23	21,040,000	0	21,040,000	0